



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2017 Biennium

Bill #	HB0301	Title:	Native American Gap Financing Revolving Loan Program
Primary Sponsor:	Peppers, Rae	Status:	As Introduced

- | | | |
|---|--|---|
| <input type="checkbox"/> Significant Local Gov Impact | <input type="checkbox"/> Needs to be included in HB 2 | <input type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input checked="" type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2015 Difference</u>	<u>FY 2016 Difference</u>	<u>FY 2017 Difference</u>	<u>FY 2018 Difference</u>	<u>FY 2019 Difference</u>
Expenditures:					
General Fund	\$0	\$0	\$0	\$0	\$0
State Special Revenue	\$500,000	\$0	\$0	\$0	\$0
Revenue:					
General Fund	\$0	\$0	\$0	\$0	\$0
State Special Revenue	\$500,000	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: This bill creates the Native American Gap Financing Revolving Loan Program in the Department of Commerce with a one-time-only transfer of \$500,000 in FY 2015 from the Big Sky Trust Fund state special revenue account.

FISCAL ANALYSIS

Assumptions:

Department of Commerce

- HB 301 has an immediate effective date, and for the purposes of this fiscal note, it is assumed that \$500,000 would be transferred from the Big Sky Trust Fund state special revenue account to the Native American Gap Financing Revolving Loan Program state special revenue account in FY 2015. It is further assumed the statutory appropriation for the transferred funds would be established in the amount of \$250,000 in FY 2016 and FY 2017 and be disbursed as "gap financing" loans per the terms and conditions contained in the bill and administrative rules. The statutorily appropriated Big Sky Trust Fund grants budget would be reduced by a similar amount in FY 2016 and FY 2017. As loans are repaid to the revolving loan fund, there will be additional resources available for the department to make further loans.
- Since all the proposed loans would be reviewed and approved by the department's existing Loan and Grant Review Committee, and the lending institution would manage and service the loans, there would be no administrative costs.

3. 17-1-508, MCA, requires analysis of the statutory appropriation relative to the guidance in 17-1-508(3), MCA, to be published in the fiscal note. In reviewing and establishing statutory appropriations, the legislature shall consider the following guidelines.

	<u>YES</u>	<u>NO</u>
a. The money is from a continuing, reliable, and estimable source.		X
b. The use of the appropriation or the expenditure occurrence is predictable and reliable.		X
c. The authority exists elsewhere.		X
d. An alternative appropriation method is available, practical, or effective.	X	
e. It appropriates state general fund money for purposes other than paying for emergency services.		X
f. The money is used for general purposes.		X
g. The legislature wishes to review expenditure and appropriation levels each biennium.	X	
h. An expenditure cap and sunset date are excluded.	X	

Secretary of State's Office

4. This bill will have minimal cost for postage and administrative duties. The office does not receive general fund monies for office operations but has agreed to assume the fiscal responsibility for this bill.

	<u>FY 2015 Difference</u>	<u>FY 2016 Difference</u>	<u>FY 2017 Difference</u>	<u>FY 2018 Difference</u>	<u>FY 2019 Difference</u>
<u>Fiscal Impact:</u>					
<u>Expenditures:</u>					
Operating Expenses (Loans)	\$0	\$250,000	\$250,000	\$0	\$0
Grants (BSTF)	\$0	(\$250,000)	(\$250,000)	\$0	\$0
Transfers	\$500,000	\$0	\$0	\$0	\$0
TOTAL Expenditures	<u>\$500,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Funding of Expenditures:</u>					
State Special Rev (BSTF)	\$500,000	(\$250,000)	(\$250,000)	\$0	\$0
State Special Rev (Loan Fund)	\$0	\$250,000	\$250,000	\$0	\$0
TOTAL Funding of Exp.	<u>\$500,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Revenues:</u>					
State Special Rev (BSTF)	\$0	\$0	\$0	\$0	\$0
State Special Rev (Loan Fund)	\$500,000	\$0	\$0	\$0	\$0
TOTAL Revenues	<u>\$500,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>					
State Special Rev (BSTF)	(\$500,000)	\$250,000	\$250,000	\$0	\$0
State Special Rev (Loan Fund)	\$500,000	(\$250,000)	(\$250,000)	\$0	\$0

*Sponsor's Initials*_____
*Date*_____
*Budget Director's Initials*_____
Date